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OGC Has Reviewed

17 August 1956

HEADPARDUM	FOR: 2	5X1A9A	of I	OZ!	CHE	o I.			
AUTORIUON	*								
SUBJECT	:	Applicati	ion t	to i	CIA	of	Public	Law	594 ,

- 1. The reference statute provides generally for the preservation, in certain cases, of the salary rates of employees whose positions are down-graded by reclassification under the Classification Act of 1949, when such classification is not the result of any inadequacy on the part of the employee.
- 2. This Agency is not directly subject to the statute, since it is an amminust to the Classification Act of 1949, from which we are excepted. However, there is no reason why we cannot adopt the provisions of the Act as policy, since they pertain to compensation and the Director of Central Intelligence is authorised to fix the compensation of employees of this Agency. In fact, in line with the expressed policy of the Director that we shall shide as closely as possible by the provisions of the Classification Act of 1949, the adoption of these provisions would seem to be a proper implementation of that policy.
- 3. The statutory language could be adopted as Agency policy by embodying it in a regulation, which regulation could be authenticated by the Deputy Director (Support).

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Assistant	Ceneral	Counsel

Distribution:

Orig.

1 - subject
1 - signer - Kynthin ch 749
1 - OGC chrono

OGC: RPB: bb (17 Aug. '56)